

Douglas A. Ducey Governor

## Office of the Governor

EXECUTIVE OFFICE

April 2, 2018

The Honorable J.D. Mesnard Speaker of the House Arizona State House of Representatives 1700 W. Washington Phoenix, AZ 85007

RE: House Bill 2114 (power authority; procurement code; exemption)

Dear Speaker Mesnard,

Today, I vetoed HB2114. The procurement code applies to every expenditure of public monies, including federal assistance monies except as specified in statute (A.R.S 41-2501). The procurement laws of this state exist to give structure and certainty for the use of state authority and resources, while also helping to save taxpayer money entrusted to the state through the collective purchasing power of multiple agencies.

While numerous exemptions exist in the procurement code, it is rare, if ever, to find a blanket exemption for the entirety of an agency's procurement activity. In many instances, exemptions to the procurement code are narrowly tailored to the business needs of the agency or their customers, and have been recognized by the legislative body as necessary for those purposes. This bill does not specifically tailor the need for the exemption and would set a negative precedent in its current form.

Sincerely,

Douglas A. Ducey

Governor

State of Arizona

cc: The Honorable Steve Yarbrough

The Honorable Darin Mitchell

The Honorable Michele Reagan

State of Arizona House of Representatives Fifty-third Legislature Second Regular Session 2018

## **HOUSE BILL 2114**

AN ACT

AMENDING SECTION 41-2501, ARIZONA REVISED STATUTES; RELATING TO THE ARIZONA PROCUREMENT CODE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

- i -

| Passed the House February 6, 20 18             | P          | assed the Senate March                    | <b>35</b> , 20 15 |
|--|------------|---|-------------------|
| by the following vote: 55 Aye                  | s, b       | y the following vote:                     | Ayes,             |
| Speaker of the House  Chief Clerk of the House |            | President of the Senat                    | reve              |
| EXECUTIVE DEPA<br>OFFICE (                     |            |   |                   |
| This Bill receive day of                       | d by the C | Governor this 2016                        |                   |
| at 12:22                                       | o'clock    | <u>Р.</u> м.                              |                   |
| Approved this                                  | to the Go  |   |                   |
| April 2018                                     |            |   |                   |
| at 10.55 o'clock                               | A·M.       |   |                   |
| Governor of Arizona                            |            | ECUTIVE DEPARTMENT<br>OFFICE OF SECRETARY |                   |
|  |            | This Bill received by the Se              | •                 |
|  | this       | day of                                    | , 20              |
| H.B. 2114                                      | at         | o'clock                                   | M.                |
|  |            |   |                   |

Secretary of State